## IN THE SPECIFICATION

Please replace the paragraph beginning at page 2, line 11 of the original specification with the following replacement paragraph.

--The business model of companies that deliver products for audio copyright enforcement has been focused on satisfying the minimal set of requirements in the IFPTs and RIAA's Request for Proposals (MUSE project) for technologies that inaudibly embed data in sound recordings. More recently, the RIAA has started the Secure Digital Music Initiative (SDMI) Forum in order to establish a standard for managing audio content copyrights. The requirements in both requests do not reflect accurately the common de-synch such as.—

Please replace the paragraph beginning at page 8, line 19 of the original specification with the following replacement paragraph.

--The content producer/provider 22 has a distribution server 34 that streams the watermarked audio content over the network 24 (e.g., Internet). An audio stream with both watermarks embedded therein represents to a recipient that the stream is original and being distributed in accordance with the copyright authority of the content producer/provider 22. The server 34 may further compress and/or encrypt the content using conventional compression and encryption techniques prior to distributing the content over the network 24.--

Please replace the paragraph beginning at page 9, line 1 of the original specification with the following replacement paragraph.

-The client 26 is equipped with a processor 40, a memory 42, and one or more media output devices 44. The processor 40 runs various tools to process the audio stream, such as tools to

2 of 13

decompress the stream, decrypt the date, filter the content, and/or apply audio controls (tone, volume, etc.). The memory 42 stores an operating system 50, such as a Windows brand operating system from Microsoft Corporation, which executes on the processor. The client 26 may be embodied in [[a]] many different ways, including a computer, a handheld entertainment device, a set-top box, a television, an audio appliance, and so forth.—